

March 2, 2014

Lemmie Rockford Eagle Cliff Northwest LLC 1902 E State Route 4 Cathlamet, WA 98612

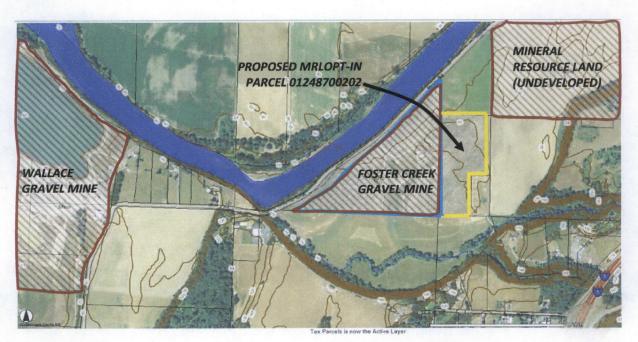


RE: Site Evaluation for Gravel Mine Expansion

Application for Resource Land Opt-In Toledo, Lewis County, Washington

Parcels: 012524000000 (40 acres), 012487002002 (17 acres)

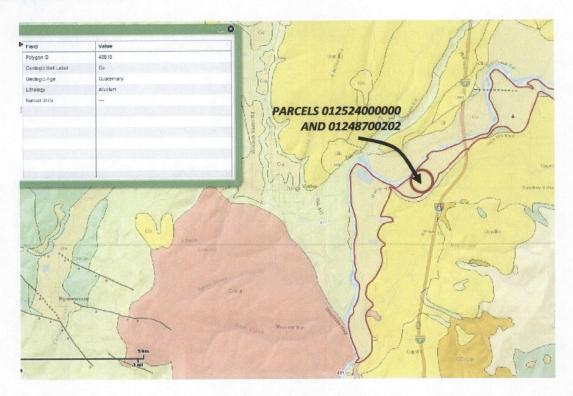
Per your recent authorization, Strata Design LLC (STRATA) is providing this site evaluation as a part of your current application for a Resource Land Opt-In for expanding your current Foster Creek ravel located at 528 Mandy Road. As governed under Lewis County Code (LCC) 17.30.720, the primary purpose of this evaluation is to report on potential mineral resource (gravel and sand) valuation for the proposed opt-in or rezoned land. The current mine of approximately 40 acres, and the adjoining parcel proposed for rezoning (resource land opt-in) of approximately 17 acres are shown on the map inset below.



The existing operational gravel mine and abutting parcel are each under your ownership (Eagle Cliff Northwest) and are relatively flat in grade along a flood terrace plain of the Cowlitz River. The site is about 5 miles southwest of the town center of Toledo, Washington.

Site Geology

As published in the Washington Division of Geology and Earth Resources online geologic map survey, the site is within a Quaternary alluvium deposit of the Cowlitz River floodplain. The geologic map inset is shown below. From inspection of the local water well logs and open gravel pit pond levels, the local groundwater is relatively shallow at about 8 to 15 feet below surface, as seasonally influenced by fluctuations in the Cowlitz River levels.



We reviewed the available water well logs from the Department of Natural Resources online well survey data, and from the two wells more recently drilled nearest to (or within) the 17-acre study parcel. You provided us a copy of these two well logs as they were not available at this time from the online database. The two most recent well logs were completed by Edgell Well Drilling Inc., and are attached to this letter. The nearest published well log is also attached, and was installed in April 2012 by Edgell Drilling at your 40 acre operating mine abutting to the south.

We find from the data in the logging reports of the drilling that the local subsurface would validate the presence of relatively clean sand and gravel deposition to depths of 55 to 60 feet below ground surface. This is consistent with our inspection of the raw materials currently being extracted near a depth of 37 feet on the 40 acre parcel. From our site visit on February 24, we have attached two photographs of the raw product material.

Conclusions

Based on the above site and geologic mapping evaluation, we can conclude that the proposed resource land opt-in for expanding the existing gravel mine into the north parcel of 17 acres will comply with the criteria set forth under LCC 17.30.720. There is a strong basis to form this determination based on the well log data, reviews of current extraction material at the current gravel production on the adjacent 40 acre parcel, and our study of geologic and topographic mapping of the area. In addition, the 17 acre

parcel is also bounded on the opposite side (north) by a parcel also zoned as mineral resource land.

The current gravel mine operation on the 40-acre parcel is ongoing and has mined to a depth of about 37 feet, with a target of about 50 feet at completion. As projected from the average production values demonstrated thus far, we believe a reasonable valuation of \$1.0M to \$1.2M per acre may be assigned to the abutting 17-acre parcel. If conservatively assuming a 30 percent volume deduction for slopes, setbacks and staging, the total, long term mineral resource value for the resource opt-in area of 17-acres if mined to a maximum 50 feet depth would be about \$10 million.

Statement of Qualification

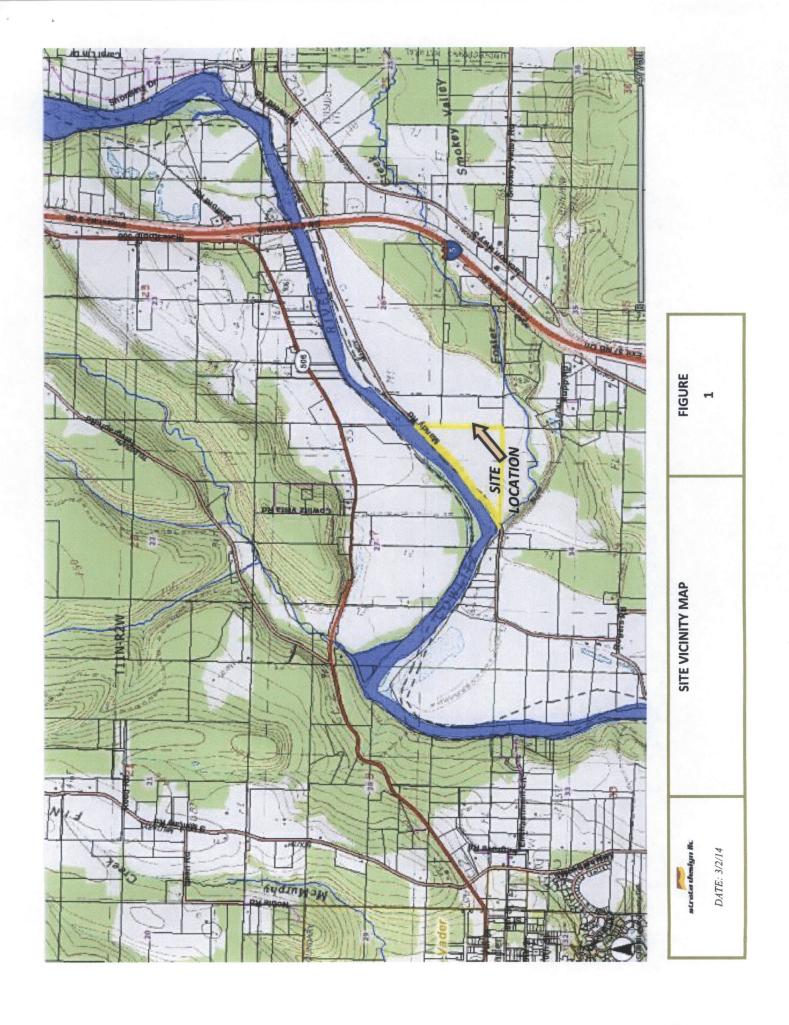
Mr. Randall Goode, currently Licensed Washington Professional Engineer, has conducted the site above site evaluation and authored this report. He has reviewed the applicable geologic publications, water well logs, field production observations and other related records. He has over 20 years of experience in the geotechnical profession, including multiple projects focusing on subsurface exploration and engineering geology in the greater southwest Washington area.

Sincerely, STRATA DESIGN, LLC



Randall Goode. P.E.

ATTACHMENTS: Topographic Vicinity Map; Photographs



PHOTOGRAPHS



Feb 24, 2014 photo of the raw deposits from drag the line extraction at approximately 37 feet beow grade at the adjoining 40 acre parcel.



Feb 24, 2014 photo of the submerged extraction pit on the 40 acre parcel, with raw material (non-screened) shown along the pond edge.

Please print, sign and return to the Department of Ecology

Water Well Report Crisinal - Ecology, 1st copy - wases, 2st copy - driller Construction/Decommission Construction ORIGINAL INSTALLATION Notice of Intent Number	Current Notice of Intent No. WE 14351 Unique Ecology Well ID Tag No. ARL-179 Water Right Permit No. Property Owner Name BREDFIELD. JOHN Well Street Address 400 BLOCK MANDY RD	_
PROPOSED USE:	City TOLEDO County LEWIS Location SW1/4-1/4 SW1/4 Sec 27 Twn 11 R2 EWM Cin	rcle
Newwell Reconditioned Method Dug Bored Driven	Lat/Long (s, t, r Lat Deg Lar Min/Sec still REQUIRED) Long Deg Long Min/Sec Tax Parcel No. 012524000000 CONSTRUCTION OR DE COMMISSION PROCEDURE Formadion: Describe by color, character, size of maleriel and structure, and the kind en nature of the material in each stratum penetrated, with at least one empy for each chang information indicate all water encountered. (USE ADDITIONAL SHEETS IF NECESSA)	nd ge of
Size of peris in. by in. and no. of peris wom it. to it. Screens: Yes No K-Pac Location	MATERIAL FROM TO	2
S. Carrier de Maria	Clay Sand Silty Brown 0 11	=
Type Model No. Diam Slot size from ft. to ft. Diam Stot size from ft. to ft.	Gravel W /Sand Reddish Brown 11 14	
Gravel/Filter packed: Yes VI No Size of gravel/sand Materials placed from ft. to ft.	Sand W/ Gravel Brown 14 16	
Surface Seal:: ☑ Yes ☐ No To what depth?	Sand W/ Gravel Large Grey 16 19	=
Did any strata contain unusable water? Yas No Type of water? Depth of strata	Gravel W/ Sand Brown 19 24	=
Method of sealing steats off	Sand W/ Gravel Grey 24 35	
	Saute W. Craves Grey 24 33	
PUMP: Manufacturer's Name Type:HP	Gravel med. W/Sand grey 35 45	
WATER LEVELS: Land-surface disvation above mean sea levelft.		
Static level 9 ft. below top of well Date 4/16/201 Artesian pressure 1be per square inch Date	Sand and Gravel Gray 45 50	_
Artesian water is controlled by	Gravel W/ Sand Grey 50 60	
WELL TESTS: Drawdown is amount water level is lowered below stell clevel		
Was a pump test made? Tes No If yes, by whom?		
Yield: gal/min, with ft. drawdown after hrs.		
Yield: gal/min. with ft. dawdown after hre. Yield: gal/min. with ft. dawdown after hre.		
Recovery data (time taken as zero when pump turned off) (water level measured from well		
top to water (svs!) Time Water Level Time Water Level Time Water Level		
		-
Date of test		
Sailer test		
Aftest 50 gal. India. with stem set at 45 ft. for One hrs. Artesian flow gp.m. Date		
Temperature of water 51 Was a chemical analysis made? [Yes] No		
The same of the sa	Start Date 4-13-2012 Completed Date 4-16-2012	-
WELL CONSTRUCTION CERTIFICATION: I constructed and/or acc Washington well construction standards. Materials used and the information	cept responsibility for construction of this well, and its compliance wit	th all
Orditer/Engineer/Treinee Name (Print) Tim Lapham	Drilling Company RON EDGELL WELL DRILLING INC	
Driller/Engineer/Trainee Signature The After	Address POBOX 695	
Dritter or trainee License No. # 2163	City, State, Zip CASTLE ROCK, WA 98611	
ItTRAINEE.	Contractor's	
Driller's Lineased No.	Registration No. <u>RONEDWD065D1</u> Date <u>4-29-2012</u>	<u> </u>
Driller's Signature	Ecology is an Equal Opportunity Employer. ECY 050-1-20 (Re	ov 2/03⟩

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52	55	Sand w/Gravel Grey
55	61	Gravel Large w/Sand Brown
61	64'6"	Gravel/Sand Grey
64'6"	. 67	Sand Fine Light Grey
٧	Vell #4	APL-181
0	Vell #4 8	APL-181 Clay Sand Brown
0	8	Clay Sand Brown
0	8 14	Clay Sand Brown Gravel w/Sand Brown
0 8 14	8 14 16	Clay Sand Brown Gravel w/Sand Brown Clay w/Sand Brown
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